GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:479
ANSWERED ON:26.02.2016
National Payment Corporation
Raju Shri Gokaraju Ganga

Will the Minister of FINANCE be pleased to state:

(a) whether the National Payment Corporation has submitted a proposal to connect all cash deposit machines through the National Finance Switch to enable cash deposit machines inter-operable cash transfer and allow a customer of particular bank to deposit cash in his account from any bank's machine;
(b) if so, the details thereof;
(c) whether the RBI is planning to allow buyers correspondence of one bank to offer payment services to other lenders for better efficiency; and
(d) if so, the details thereof?

Answer

The Minister of State in the Ministry of Finance

(a) and (b) National Payments Corporation of India (NPCI) has been granted i n principle approval b y Reserve Bank of India for introducing interoperable cash deposits under National Finance Switch network on May 20, 2015.

(c) and (d) Reserve Bank of India (RBI) has informed that it has granted "in-principle" approval to the following three entities to set up and operate Trade Receivables Discounting System (TReDS).

I. NSE Strategic Investment Corporation Limited (NSICL) and Small Industries Development Bank of India (SIDBI), Mumbai
II. Axis Bank Limited, Mumbai
III. Mynd Solutions Pvt. Ltd., Gurgaon, Haryana.

TReDs is a payment system authorised under the Payment and Settlement Systems Act, 2007 for providing the institutional mechanism to facilitate the financing of trade receivables of micro, small and medium enterprises (MSMEs) from corporate and other buyers, including government departments and public sector undertakings (PSUs) through multiple financiers.

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